

# EUROPEAN SUMMER SYMPOSIUM IN FINANCIAL MARKETS

**Generously hosted by**  
Study Center Gerzensee

Monday 15-26 July 2013

## **DRAFT PROGRAMME**

### **WEEK 1 (CORPORATE FINANCE)**

#### **MONDAY 15 JULY**

##### **Morning Session: Financing Tangible and Intangible Capital**

**08.30 - 09.30**

##### **Cash and Intangible Capital**

Antonio Falato (Federal Reserve Board)  
\*Dalida Kadyrzhanova (University of Maryland)  
Jae Sim (Federal Reserve Board)  
*Discussant: Vito Gala (London Business School)*

**09.30 - 10.30**

##### **Estimating the Effects of Contracting Frictions**

Shaojin Li (Shanghai University of Economics and Finance)  
\*Toni Whited (University of Rochester)  
*Discussant: Lukas Schmid (Duke University and UCLA)*

**10.30 - 11.00**

##### **Coffee Break**

**11.00 - 12.00**

##### **Innovation Cycles**

Jiro Kondo (McGill University)  
\*Dimitris Papanikolaou (Northwestern University)  
*Discussant: Hengjie Ai (University of Minnesota)*

#### **TUESDAY 16 JULY**

##### **Focus Session: Information & Organisational Structure**

*Organiser: Amit Seru (University of Chicago)*

**08.30 - 09.30**

##### **Information, Credit and Organisation**

Jose Maria Liberti (DePaul University)  
\*Amit Seru (University of Chicago)  
Vikrant Vig (London Business School and CEPR)

**09.30 - 10.30**

##### **The Information and Agency Effects of Scores: Randomized Evidence from Credit Committees**

\* Daniel Paravisini (London School of Economics and CEPR)  
Antoinette Schoar (MIT Sloan School of Management and CEPR)

**10.30 - 11.00**

##### **Coffee Break**

11.00 - 12.00	<b>The Distinct Effects of Information Technology and Communication Technology on Firm Organisation</b> Nicholas Bloom (Stanford University) *Luis Garicano (London School of Economics and CEPR) Raffaella Sadun (Harvard University) John Van Reenen (London School of Economics and CEPR)
---------------	--

### **WEDNESDAY 17 JULY**

#### **Morning Session: Family Firms & Household Finance**

08.30 - 09.30	<b>Blood and Money: Kin altruism, governance, and inheritance in the family firm</b> *Thomas Noe (University of Oxford)  <i>Discussant:</i> Simon Gervais (Duke University)
09.30 - 10.30	<b>Financing from Family and Friends</b> *Samuel Lee (NYU - Stern) Petra Persson (Columbia University)  <i>Discussant:</i> Fausto Panunzi (Bocconi University and CEPR)
10.30 - 11.00	<b>Coffee Break</b>
11.00 - 12.00	<b>Debt Relief and Debtor Outcomes: Measuring the Effects of Consumer Bankruptcy Protection</b> *Will Dobbie (Princeton University) Jae Song (Social Security Administration)  <i>Discussant:</i> Per Strömberg (Stockholm School of Economics and CEPR)

### **THURSDAY 18 JULY**

#### **Focus Session: Focus Session: Shareholder Activism**

<i>Organiser:</i>	Patrick Bolton (Columbia University and CEPR)
08.30 - 09.15	<b>Introduction</b> Marco Becht (Universite Libre de Bruxelles and CEPR) and Wei Jiang (Columbia University)
09.15 - 10.00	<b>The Disciplinary Effects of Proxy Contests</b> *Vyacheslav Fos (University of Illinois)
10.00 - 10.45	<b>Outsourcing Corporate Governance: Conflicts of Interest and Competition in the Proxy Advisory Industry</b> *Tao Li (Columbia University)
10.45 - 11.15	<b>Coffee Break</b>
11.15 - 12.00	<b>Why is Hedge Fund Activism Procyclical?</b> *Mike Burkart (Stockholm School of Economics and CEPR) Amil Dasgupta (London School of Economics and CEPR)

### **FRIDAY 19 JULY**

#### **Morning Session: Risk Shifting & Risk Management**

08.30 - 09.30	<b>Do Firms Engage in Risk Shifting? Empirical Evidence</b> *Erik Gilje (University of Pennsylvania)  <i>Discussant:</i> Sébastien Michenaud (Rice University)
---------------	---

<b>09.30 - 10.30</b>	<b>Swinging for the Fences: Executive Reactions to Quasi-Random Option Grants</b> *Kelly Shue (University of Chicago) Richard Townsend (Dartmouth College)
<i>Discussant:</i>	<i>Daniel Metzger (Stockholm School of Economics)</i>
<b>10.30 - 11.00</b>	<b>Coffee Break</b>
<b>11.00 - 12.00</b>	<b>Tropical Lending: International Prices, Credit Constraints and Strategic Default among Coffee Washing Stations</b> *Rocco Macchiavello (Warwick University and CEPR) Arthur Blouin (Warwick University)
<i>Discussant:</i>	<i>Cecilia Parlatore-Siritto (University of Pennsylvania, Wharton School)</i>

## WEEK 2 (ASSET PRICING)

### MONDAY 22 JULY

#### Morning Session:

<b>08.30 - 09.30</b>	<b>Valuation Risk and Asset Pricing</b> * Rui Albuquerque (Boston University and CEPR) Martin Eichenbaum (Northwestern University) Sergio Rebelo (Northwestern University and CEPR)
<i>Discussant:</i>	<i>Bernard Dumas (INSEAD and CEPR)</i>
<b>09.30 - 10.30</b>	<b>Asset Pricing with Entry and Imperfect Competition</b> Erik Loualiche (Northwestern University)
<i>Discussant:</i>	<i>Lukas Schmid (Duke University)</i>
<b>10.30 - 11.00</b>	<b>Coffee Break</b>
<b>11.00 - 12.00</b>	<b>Firm Characteristics and Empirical Factor Models: a Data-Mining Experiment</b> Leonid Kogan (MIT Sloan School of Management) *Mary Tian (Federal Reserve Board)
<i>Discussant:</i>	<i>Valentin Haddad (Princeton University)</i>

## Evening Parallel Sessions

20.00 - 20.45	<b>Trading and Information Diffusion in Over-the-Counter Markets</b>  *Ana Babus (Federal Reserve Bank of Chicago and CEPR) Peter Kondor (Central European University)	<b>Comparing Different Regulatory Measures to Control Stock Market Volatility: A General Equilibrium Analysis</b>  *Adrian Buss (INSEAD) Bernard Dumas (INSEAD and CEPR) Raman Uppal (Edhec Business School and CEPR) Grigory Vilkov (Goethe University Frankfurt)
20.45 - 21.30	<b>Decentralized Exchange</b>  *Semyon Malamud (EPFL) Marzena Rostek (University of Wisconsin)	<b>Asset pricing in the frequency domain: theory and empirics</b> *Stefano W Giglio (University of Chicago) Ian Dew-Becker (Federal Reserve Bank of San Francisco)

## TUESDAY 23 JULY

### Focus Session:

Organiser:

### New perspectives on the term structure

Arvind Krishnamurthy (Northwestern University)

08.30 - 08.50

**Overview**

08.50 - 09.40

**Monetary Policy and Long-Term Real Rates**

\*Sam Hanson (Harvard University)  
 Jeremy Stein (Harvard University)

09.40 - 10.30

**Expecting the Fed**

\*Anna Cieslak (Kellogg School of Management, Northwestern University)  
 Pavol Povala (University of Lugano)

10.30 - 11.00

**Coffee Break**

11.00 - 11.50

**Short-term Debt and Financial Crises: What we can learn from U.S. Treasury Supply**

\*Arvind Krishnamurthy (Northwestern University)  
 Annette Vissing-Jorgensen (Northwestern University)

## WEDNESDAY 24 JULY

### Morning Session:

08.30 - 09.30

**Financial Entanglement: A Theory of Incomplete Integration, Leverage, Crashes, and Contagion**

\*Stavros Panageas (University of Chicago - Booth School of Business)  
 Nicolae Garleanu (UC Berkeley Haas School of Business and CEPR)  
 Jianfeng Yu (University of Minnesota)

Discussant:

Michael Gallmeyer (University of Virginia)

09.30 - 10.30

**Liquidity Risk and the Dynamics of Arbitrageur Capital**

Peter Kondor (Central European University)  
 \*Dimitri Vayanos (London School of Economics and CEPR)

Discussant:

Nicolae Garleanu (UC Berkeley Haas School of Business and CEPR)

10.30 - 11.00

**Coffee Break**

<b>11.00 - 12.00</b>	<b>Asset Pricing: A Tale of Two Days</b> *Pavel Savor (The Wharton School, University of Pennsylvania) Mungo Wilson (Said Business School, University of Oxford)
----------------------	--

<i>Discussant:</i>	<i>Anna Cieslak (Northwestern University)</i>
--------------------	---

## **THURSDAY 25 JULY**

<b>Focus Session:</b>	<b>High Frequency Trading</b>
<i>Organiser:</i>	<i>Bruno Biais (Toulouse School of Economics and CEPR)</i>

<b>08.30 - 08.45</b>	<b>Overview</b>
----------------------	-----------------

<b>08.45 - 09.40</b>	<b>Fast trading and prop trading</b> Bruno Biais (Toulouse School of Economics and CEPR) *Fany Declerck (Toulouse School of Economics) Sophie Moinas (Toulouse School of Economics)
----------------------	--

<b>09.40 - 10.35</b>	<b>The flash crash: The impact of high frequency trading on an electronic market</b> Andrei Kirilenko (MIT Sloan School of Management) *Albert S. Kyle (University of Maryland) Mehrdad Samadi (University of North Carolina) Tugkan Tuzun (Federal Reserve Board)
----------------------	--

<b>10.35 - 11.05</b>	<b>Coffee Break</b>
----------------------	---------------------

<b>11.05 - 12.00</b>	<b>News Trading and Speed</b> Thierry Foucault (HEC Paris and CEPR) *Johan Hombert (HEC Paris) Ioanid Rosu (HEC Paris)
----------------------	---

## **FRIDAY 26 JULY**

### **Morning Session:**

<b>08.30 - 09.30</b>	<b>What Ties Returns Volatilities to Price Valuations and Fundamentals?</b> Alexander David (University of Calgary) *Pietro Veronesi (University of Chicago - Booth School of Business and CEPR)
----------------------	--

<i>Discussant:</i>	<i>Hongjun Yan (Yale School of Management)</i>
--------------------	--

<b>09.30 - 10.30</b>	<b>Wage Rigidity: A Solution to Several Asset Pricing Puzzles</b> *Jack Favilukis (London School of Economics) Xiaoji Lin (Ohio State University)
----------------------	---

<i>Discussant:</i>	<i>Dmitry Livdan (UC Berkeley Haas School of Business)</i>
--------------------	--

<b>10.30 - 11.00</b>	<b>Coffee Break</b>
----------------------	---------------------

<b>11.00 - 12.00</b>	<b>Commodity Trade and the Carry Trade: A Tale of Two Countries</b> Nikolai Roussanov (The Wharton School, University of Pennsylvania) *Robert Ready (University of Rochester) Colin Ward (The Wharton School, University of Pennsylvania)
----------------------	---

<i>Discussant:</i>	<i>Max Croce (University of North Carolina)</i>
--------------------	---

\* Indicates the presenter.

### **Organisers:**

**Dirk Niepelt** (Study Center Gerzensee and CEPR)  
**Anna Pavlova** (London Business School and CEPR)  
**Adriano Rampini** (Duke University, Harvard University and CEPR)